IN THE UNITED STATES BANKRUPTCY COURT FOR THE WESTERN DISTRICT OF TEXAS MIDLAND DIVISION

In re:		§	
		§	
	Remnant Oil Company, LLC and	§	Case No. 19-70106
	Remnant Oil Operating, LLC,	§	Case No. 19-70107
	2	§	
	Debtors.	§	Chapter 11
		§	•
		8	(Jointly Administered)
		8	
		3	

KODIAK GAS SERVICES, LLC'S OBJECTION TO MOTION OF RONALD INGALLS, CHAPTER 7 TRUSTEE TO SELL REAL PROPERTY FREE AND CLEAR OF LIENS, CLAIMS, INTERESTS AND ENCUMBRANCES (Relates to Doc. No. 409)

TO THE HONORABLE TONY M. DAVIS, U.S. BANKRUPTCY JUDGE:

Kodiak Gas Services, LLC ("Kodiak"), hereby submits this limited objection ("Objection") to Motion Of Ronald Ingalls, Chapter 7 Trustee To Sell Real Property Free And Clear Of Liens, Claims, Interests And Encumbrances [Docket No. 409] (the "Motion") and in support hereof, respectfully states as follows:

I. LIMITED OBJECTION

- 1. The Motion does not address Kodiak's Gas Compression Unit, still set on location on the Caprock Asset. Although counsel for the Trustee has represented that the sale does not include the Gas Compression Unit (the "Unit"), the Motion is devoid of facts speaking to how the Unit is or is not included.
- 2. Kodiak objects to the extent that Ronald Ingalls, Chapter 7 Trustee ("Trustee") seeks authorization to sell any asset not wholly owned by the Debtors' estates, specifically including but not limited to Kodiak's gas compression unit still set on location on the Caprock Asset. The Unit is owned and operated by Kodiak and neither the Debtors' estate nor any other party in interest has an

ownership interest, right, or title in or to the Unit. To the extent Trustee's Motion seeks relief contrary to the above, Kodiak objects.

- 3. Kodiak further objects to the extent that Trustee is seeking to sell the estates assets to an insider of the Debtors, without a fulsome marketing and transparent sales process, and without the requisite specificity to identify what assets are being sold and/or what value is being placed on what respective assets.
- 4. Purportedly, the assets are described in exhibits to the Asset Purchase Agreement ("APA"), however, the version of the APA attached to the Motion does not include those exhibits, and the movant has not included those exhibits in their witness and exhibit list, or a final, executed copy of the APA for that matter. Until all parties in interest are provided this necessary factual detail, and given an opportunity to review and object, the Motion should be denied.

II. RESERVATION OF RIGHTS

5. Kodiak reserves the right to object further upon discovery of additional material terms, consideration and/or information that is not fully and consistently set forth in the Motion.

III. PRAYER

WHEREFORE Kodiak requests that the Court: (i) sustain this limited Objection; (ii) limit the relief sought by the Trustee in the Motion to the extent provided for herein; and (iii) grant such other and further relief as the Court deems just and proper.

Respectfully submitted on the 22nd day of June 2020.

OKIN ADAMS LLP

By: /s/ John Thomas Oldham

Matthew S. Okin

Texas Bar No. 00784695

Email: mokin@okinadams.com

Christopher Adams

Texas Bar No. 24009857

Email: cadams@okinadams.com

John Thomas Oldham State Bar No. 24075429

Email: joldham@okinadams.com

1113 Vine St. Suite 240 Houston, Texas 77002 Tel: (713) 228-4100

Fax: (888) 865-2118

COUNSEL FOR KODIAK GAS SERVICES, LLC

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the forgoing pleading was served upon filing via the Court's CM/ECF system upon those parties subscribing thereto, and by first class mail, postage prepaid and properly addressed, on June 22, 2020, to all parties listed on the attached Service List.

/s/ John Thomas Oldham

John Thomas Oldham

SERVICE LIST

United States Trustee:

Henry G. Hobbs,
Deborah Bynum
Office of the U.S. Trustee
903 San Jacinto Blvd., Room 230
Austin, TX 78701
henry.g.hobbs@usdoj.gov
deborah.a.bynum@usdoj.gov

Chapter 7 Trustee:

Ronald E. Ingalls PO Box 2867 Fredericksburg, TX 78624-1927 ron@ingallstrustee.com

Debtor:

Remnant Oil Company, LLC 6 Desta Dr #5100 Midland, TX 79705

Professionals for Trustee:

Barbara M. Barron Stephen W. Sather Barron & Newburger, P.C. 7320 N. Mopac Expressway Greystone II, Suite 400 Austin, TX 78731 bbarron@bn-lawyers.com ssather@bn-lawyers.com

John Mosley 3834 Spicewood Springs Road, Suite 202 Austin, TX 78759

Professionals for Debtor:

Daniel B. Besikof Loeb & Loeb, LLP 345 Park Avenue New York, NY 10154 dbesikof@loeb.com

Professionals for Debtor (cont'd):

Bernard R. Given, II Loeb & Loeb, LLP 10100 Santa Monica Blvd, Suite 2200 Los Angeles, CA 90067 bgiven@loeb.com

Bethany D. Simmons Loeb & Loeb, LLP 345 Park Avenue New York, NY 10154 bsimmons@loeb.com

Secured Creditors:

3-2-1 Partners, Ltd. Thomas Howells 9706 Ruskin Circle Sandy, UT 84092-3569

Art's Hot Oil Service, LLC Arturo R. Carrasco Principal PO Box 188 Lovington, NM 88260-0188

Baker Hughes Oilfield Operations, LLC Will Marsh Chief Legal Officer PO Box 301057 Dallas, TX 75303-1057

Baker Petrolite 12645 W. Airport Blvd Sugar Land, TX 77478-6120

Ben's Oilfield Services, LLC Attn: Jennifer Grassham 2701 N. Acoma Hobbs, NM 88240-1801

Ben's Oilfield Svc Llc PO Box 2364 Hobbs, NM 88241-2364 Bens Oilfield Services 4411 98th Street, Suite 400 Lubbock, TX 79424-5062

First Capital Bank Texas 310 W. Wall Street, Suite 100 Midland, TX 79701-5129

First Capital Bank of Texas, N.A. c/o John Massouh Sprouse Shrader Smith PLLC PO Box 15008 Amarillo, TX 79105-5008

Mesa Well Servicing, LP PO Box 1620 Hobbs, NM 88241-1620

Mesa Well Servicing, LP c/o Dore Rothberg McKay, P.C. 17171 Park Row, Suite 160 Houston, TX 77084-4927

Midland County c/o Laura J. Monroe Perdue, Brandon, Fielder, Collins & Mott PO Box 817 Lubbock, TX 79408-0817

Midland CAD c/o Tara LeDay PO Box 1269 Round Rock, TX 78680-1269

Motley Service, LLC 2150 S. Dixie Blvd Odessa, TX 79766-2167

Ben's Oilfield Services, LLC c/o Traci D. Siebenlist Crenshaw Dupree & Milam LLP PO Box 64479 Lubbock, TX 79464-4479

Motley Service, LLC Aka KLX Energy Services LLC Kozyak Tropin Trockmorton 2525 Ponce De Leon, 9th Floor Miami, FL 33134

New Mexico Taxation and Revenue Dept. 1100 South St. Francis Drive Santa Fe, NM 67505-4147

New Mexico Tax and Revenue Dept Legal Services Bureau 1100 South St. Francis Drive Santa Fe, NM 87505-4147

New Mexico Tax and Revenue Dept. PO Box 630 Santa Fe, NM 87504-0630

New Mexico Taxation and Revenue Dept. PO Box 2308 Santa FE, NM 87504-2308

New Mexico Taxation and Revenue Dept PO Box 25127 Santa FE, NM 87504-5127

New Mexico Taxation and Revenue Dept Bankruptcy Section PO Box 8575 Albuquerque, NM 87198-8575

NM Oil Conservation Division c/o Adrienne Sandoval 1220 S. St. Francis Drive Santa Fe, NM 67505

Rick's Well Service Mark Schuck 700 Louisiana St, Suite 4800

Beverly Schmidt Couzzart Irrevocable Trust Amarillo National Bank TTEE PO Box 1 Amarillo, TX 79105-0001 Catherine Claire Couzzart Irrevocable Trust Oil and Gas Dept Amarillo National Bank TTEE PO Box 1 Amarillo, TX 79105-0001

Margaret Francis Grace Couzzart Irrevocable Trust Oil and Gas Dept Amarillo National Bank TTEE PO Box 1 Amarillo, TX 79105-0001

Tessco Energy Svc., Inc. PO Box 1999 Midland, TX 79702-1999

US Dept. of the Interior, BLM c/o Mitchell Zeff 1100 L. Street, NW – Room 7530 Washington DC 20007 Mitchell.Zeff2@usdoj.gov

Wildcat Oil Tools Storage 706 N. Colorado Midland, TX 79701-3437

William E. Walker Living Trust 4849 W. Lone Mountain Road, Apt 101 Las Vegas, NV 89130